

## Message Text

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PAGE 01 STATE 303830  
ORIGIN AGRE-00

INFO OCT-01 NEA-10 ISO-00 EB-07 COME-00 TRSE-00 L-03 AID-05  
OMB-01 CIAE-00 INR-07 NSAE-00 /034 R

DRAFTED BY ASCS-FI TGBURKE  
APPROVED BY EB/IFD/OMA:RJRYAN  
AGR:JDECOURCY  
AGR:ERBEVIS  
EB:IFD:OMA:BCROWE  
NEA:EGY:PKENNEDY  
----- 013546 /62  
R 151709Z DEC 76  
FM SECSTATE WASHDC  
TO AMEMBASSY CAIRO

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E.O. 11652: N/A

TAGS: AFIN:EAGR:EG

SUBJECT: GSM-4 ARREARAGES

THE FOLLOWING LETTER WAS SENT TO THE EGYPTIAN AMBASSADOR  
TO THE U.S. TODAY.

"THE NATIONAL BANK OF EGYPT SINCE MARCH 31, 1973, HAS BEEN  
ADVISING U.S. BANKS TO REFUSE PAYMENT OF DRAFTS PRESENTED  
BY COMMODITY CREDIT CORPORATION ON LETTERS OF CREDIT OPENED  
IN FAVOR OF CCC UNDER THE EXPORT CREDIT SALES PROGRAM,  
GSM-4. ALTHOUGH SOME PAYMENTS WERE SUBSEQUENTLY AUTHORIZED  
THEY WERE NOT SUFFICIENT TO COVER THE TOTAL AMOUNT DUE.  
AT THE END OF OCTOBER 1976, THE AMOUNT OF ARREARAGES UNDER  
GSM-4 TOTALED \$2,348,429.58 PLUS INTEREST. CERTAIN OF  
THESE AMOUNTS HAVE BEEN DUE FOR SEVERAL YEARS AND THE  
ENCLOSURE PROVIDES DETAILS ON THE AMOUNTS.

IT IS OUR INTENT TO OFFSET THE OLDEST ARREARAGE ITEMS WITH  
MONIES DUE THE GOVERNMENT OF THE ARAB REPUBLIC OF EGYPT  
UNDER THE PL 480, TITLE 1 PROGRAM. ENCLOSED ARE COPIES OF  
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LETTERS FROM YOUR COMMERCIAL COUNSELOR CLAIMING PAYMENT FOR

APPROXIMATELY \$732,000 FOR OCEAN FREIGHT DIFFERENTIAL.  
WITHIN 30 DAYS FROM THE DATE OF THIS LETTER, OR WHEN COMPLETE DOCUMENTATION IS RECEIVED AND VERIFIED, WE WILL NOTIFY YOU OF THE SPECIFIC APPLICATION OF THE AMOUNTS

AND CORRESPONDENT U.S. BANKS.

FUTURE OFFSETS OF AMOUNTS OWED THE GOVERNMENT OF THE ARAB REPUBLIC OF EGYPT WILL BE DETERMINED ON AN INDIVIDUAL BASIS DEPENDING ON THE CURRENT CIRCUMSTANCE, INCLUDING THE AGE AND AMOUNT OF ANY ARREARAGES.

IF THERE ARE ANY QUESTIONS CONCERNING THIS ACTION, PLEASE CONTACT ME." SIGNED ACTING CONTROLLER, CCC. KISSINGER

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** CREDIT GUARANTEES, BANK SERVICES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 15 DEC 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** CunninFX  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976STATE303830  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** FI TGBURKE  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760462-0170  
**From:** SECSTATE WASHDC  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1976/newtext/t19761240/aaaabigw.tel  
**Line Count:** 76  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN AGRE  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** CunninFX  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 10 JUN 2004  
**Review Event:**  
**Review Exemptions:** n/a  
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**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** GSM-4 ARREARAGES  
**TAGS:** AFIN, EAGR, EG  
**To:** CAIRO  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006